



**RESOLUTION NO. SSD-009**

**A RESOLUTION OF THE BRIAN HEAD SPECIAL SERVICE DISTRICT IDENTIFYING  
THE USE OF FUNDS FROM THE 2012 GO BOND ELECTION IF APPROVED BY THE  
REGISTERED VOTERS**

**WHEREAS**, the Brian Head Special Service District has placed two propositions on the Special Election for November 6, 2012 for General Obligation Bonds not to exceed \$13,000,000 to acquire or create recreational properties and associated assets; and related matters; and

**WHEREAS**, the District Board desires to assure the public of the intended use of the funds if said bonds are approved by a favorable vote of the registered voters of the Brian Head Special Service District.

**NOW, THEREFORE, BE IT RESOLVED**, by the Brian Head Special Service District that the Bond Propositions as stated herein shall be used as follows;

**BOND PROPOSITION #1**

Shall Brian Head Special Service District, Utah be authorized to issue General Obligation Bonds (the "Bonds") in an amount not to exceed \$10,400,000, bearing interest and maturing not more than 21 years from the date of issuance to acquire certain recreational properties and associated assets and related improvements and pay costs of issuance?

**PROPERTY TAX COST FOR THE BONDS**

The Bonds shall be General Obligation Bonds for which the ad valorem or real property taxes on all taxable property in the District shall be pledged as security. If the Bonds are issued as planned, an annual property tax to pay debt service on the bonds will be required over a period of 21 years in the estimated amount of \$301 per year on a residence with a value of \$250,000 residence and in the estimated amount of \$548 on a business property having the same value. The foregoing information is only an estimate and is not a limit on the amount of taxes that the governing body may be required to levy in order to pay debt service on the Bonds. The Governing Body is obligated to levy taxes to the extent provided by law in order to pay the Bonds."

Use: If approved; the funds shall only be used for the purpose of purchasing the assets of the ski area should it be necessary for the best interest of the town.

**BOND PROPOSITION #2**

Shall Brian Head Special Service District, Utah be authorized to issue General Obligation Bonds (the "Bonds") in an amount not to exceed \$2,600,000, bearing interest and maturing not

more than 21 years from the date of issuance to acquire and develop certain properties and associated assets for a reservoir and related improvements and pay costs of issuance?

### PROPERTY TAX COST FOR THE BONDS

The Bonds shall be General Obligation Bonds for which the ad valorem or real property taxes on all taxable property in the District shall be pledged as security. If the Bonds are issued as planned, an annual property tax to pay debt service on the bonds will be required over a period of 21 years in the estimated amount of \$68 per year on a residence with a value of \$250,000 residence and in the estimated amount of \$121 on a business property having the same value. The foregoing information is only an estimate and is not a limit on the amount of taxes that the governing body may be required to levy in order to pay debt service on the Bonds. The Governing Body is obligated to levy taxes to the extent provided by law in order to pay the Bonds."

Use: If approved, the funds shall only be used for the purpose of designing and constructing a reservoir with its associated infrastructure for the purpose of satisfying the requirements of transferring water from the Parowan Valley to Brian Head. These funds shall only be used in the event of an unexpected shortfall from funds of other sources

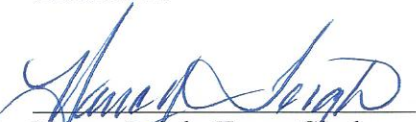
**PASSED AND ADOPTED** by the Brian Head Special Service District this 9<sup>th</sup> day of October, 2012, by the following vote.

Chairman; H.C. Deutschlander	Aye
Chairperson Hans Schwob	Aye
Chairperson Jim Ortler	Aye
Chairperson Linda Ames	Nay
Chairperson Larry Freeberg	Abstained

### **BRIAN HEAD SPECIAL SERVICE DISTRICT**

  
H.C. Deutschlander, Chairman

**ATTEST:**

  
Nancy Leigh, Town Clerk

